ERIC NILSSON, P.A.

ATTORNEY AT LAW

950 FLOUR EXCHANGE BUILDING 310 Fourth Avenue South Minneapolis, MN 55415

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phone 612-766-9505 fax 612-373-0008

May 27, 2004

Rolin Cargill, III Skolnick & Associates, P.A. VIA FAX 2100 Rand Tower 527 Marquette Avenue South Minneapolis, MN 55402-1308

Dwight Lindquist 527 Marquette Ave., Suite 1510 VIA FAX Minneapolis, MN 55402 Patrick Hennessy BEST & FLANAGAN, LLP VIA FAX 225 South Sixth Street Minneapolis, MN 55402

Office of the U. S. Trustee 1015 U.S. Courthouse HAND-DELIVERED 300 South Fourth Street Minneapolis, MN 55415

Matters: 1. Seed Capital Group, LLC v. Nortech Forest Technologies, Inc., et al – United States District Court, District of Minnesota – Fourth Division, Court File No. 03-CV-3569 RHK/AHB (the "District Court Action")

2. In re: Steven J. Fahrner – United States Bankruptcy Court, District of Minnesota – Fourth Division, Bky No. 04-40021 (RJK) (the "Bankruptcy Case")

Our File No.:

32C.14.071103

Dear Sirs:

The District Court Action has been tentatively settled. A draft Settlement Agreement and Stipulation of Dismissal approved by Defendants Northern Flowers, LLC, Plaza I, Inc. and Daniel L. Gelb (the "Settling Defendants") were conveyed to Plaintiff's counsel, Mr. Cargill, who, in turn, reviewed the same and indicated to me that he thought his client would approve. (Plaintiff and the Settling Defendants had already reached an oral agreement on the basic settlement terms). However, as of this morning, I have not heard back from Mr. Cargill, who is attending a two-day CLE seminar, and the Settlement Agreement has not yet been executed.

Subject to the Settlement Agreement (in the form transmitted to Mr. Cargill on Tuesday, May 25) *not* being executed by Plaintiff on or before the hearing on the objection set forth herein, the Settling Defendants hereby offer to purchase for \$5,000.00, the Internet domain names described in that

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May 27, 2004 Rollin Cargill, III Patrick Hennessy Dwight Lundquist U.S. Trustee Page 2 of 2

certain Notice of Sale and Settlement served and filed in the Bankruptcy Case. By way of background, Plaza I, Inc. is the holder of a personal guaranty of the debtor.

Sincerely,

ERIC NILSSON, P.A.

Eric Nilsson

Enclosures

cc: Daniel L. Gelb

AFFIDAVIT OF SERVICE BY U.S. MAIL AND FACSIMILE

STATE OF MINNESOTA)
)ss.
COUNTY OF HENNEPIN)

In re: Steven J. Fahrner Bky. No. 04-40021 (RJ.K)

Eric Nilsson, being duly sworn, states that on the 27st day of May 2004, he served the attached Offer/Objection of Northern Flowers, LLC, Plaza I, Inc. and Daniel L. Gelb to the Notice of Sale and Settlement upon Rolin Cargill, III and SKOLNICK & ASSOCIATES, P.A., Patrick Hennessy and BEST & FLANAGAN, LLP and Dwight Lindquist by transmitting by facsimile to said attorneys, a copy thereof, to 612-677-7601; 612-339-5897; 612-332-8872, respectively, and to the United States Bankruptcy Trustee, a copy thereof, enclosed in an envelope, hand-delivered to the Office of the U.S. Trustee at 300 Fourth Avenue So., Minneapolis, MN 55415

Eric Nilsson

Subscribed and sworn to before me this 27th day of May, 2004.

Notary Public



ERIC NILSSON, P.A.

ATTORNEY AT LAW

950 FLOUR EXCHANGE BUILDING 310 Fourth Avenue South Minneapolis, MN 55415

eric.nilsson@lawyer.com

phone 612-766-9505 fax 612-373-0008

May 27, 2004

Clerk of United States Bankruptcy Court 300 Fourth Avenue South Minneapolis, MN 55415 **HAND-DELIVERED**

In re: Steven J. Fahrner – United States Bankruptcy Court, District of Minnesota – Fourth Division, Bky No. 04-40021 (RJK)

Our File No.: 32C.14.071103

Dear Madam/Sir:

Please accept for filing in the above-referenced case, the attached offer (objection) to the Notice of Sale and Settlement in said case. Also enclosed are original affidavits of service. Thank you.

Sincerely,

ERIC NILSSON, P.A.

Eric Nilsson

Enclosures

cc: Daniel L. Gelb